

Motor Vehicles

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2008 Total App	FY 2008 Actual	FY 2009 Approp	FY 2010 Request	FY 2010 Gov Rec
BY FUND CATEGORY					
Dedicated	18,801,700	18,632,200	19,592,300	20,560,700	19,956,200
Federal	0	1,899,300	0	0	0
Total:	18,801,700	20,531,500	19,592,300	20,560,700	19,956,200
Percent Change:		9.2%	(4.6%)	4.9%	1.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	12,141,300	11,936,800	12,871,500	13,401,300	12,838,500
Operating Expenditures	6,181,600	7,260,700	6,391,700	6,881,600	6,881,600
Capital Outlay	478,800	1,334,000	329,100	277,800	236,100
Total:	18,801,700	20,531,500	19,592,300	20,560,700	19,956,200
Full-Time Positions (FTP)	239.50	239.50	239.50	239.50	239.50

Division Description

The Motor Vehicles division manages driver's licenses, vehicle registrations, license plates, and vehicle titles. This division also works to meet the needs and expectations of motor vehicle customers and the county sheriffs and assessors who work as the department's agents.

Motor Vehicles

Comparative Summary

Analyst: Headlee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2009 Original Appropriation	239.50	0	19,592,300	239.50	0	19,592,300
Health Insurance Reduction	0.00	0	0	0.00	0	(119,800)
FY 2009 Total Appropriation	239.50	0	19,592,300	239.50	0	19,472,500
Removal of One-Time Expenditures	0.00	0	(377,800)	0.00	0	(377,800)
Base Adjustments	0.00	0	(24,000)	0.00	0	(24,000)
FY 2010 Base	239.50	0	19,190,500	239.50	0	19,070,700
Benefit Costs	0.00	0	230,600	0.00	0	110,800
Contract Inflation	0.00	0	549,900	0.00	0	549,900
Replacement Items	0.00	0	280,500	0.00	0	238,800
Statewide Cost Allocation	0.00	0	(14,000)	0.00	0	(14,000)
Change in Employee Compensation	0.00	0	323,200	0.00	0	0
FY 2010 Total	239.50	0	20,560,700	239.50	0	19,956,200
Change from Original Appropriation	0.00	0	968,400	0.00	0	363,900
% Change from Original Appropriation			4.9%			1.9%

Motor Vehicles

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2009 Original Appropriation	239.50	0	19,592,300	0	19,592,300
Health Insurance Reduction					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends reducing the funding for health insurance by \$500 per FTP, using reserves to offset the increased costs of health insurance for the state for FY 2009 and FY 2010.</i>					
Governor's Recommendation	0.00	0	(119,800)	0	(119,800)
FY 2009 Total Appropriation					
Agency Request	239.50	0	19,592,300	0	19,592,300
Governor's Recommendation	239.50	0	19,472,500	0	19,472,500
Removal of One-Time Expenditures					
Agency Request	0.00	0	(377,800)	0	(377,800)
Governor's Recommendation	0.00	0	(377,800)	0	(377,800)
Base Adjustments					
<i>This transfer is the result of an adjustment in Division of Human Resources fees.</i>					
Agency Request	0.00	0	(24,000)	0	(24,000)
Governor's Recommendation	0.00	0	(24,000)	0	(24,000)
FY 2010 Base					
Agency Request	239.50	0	19,190,500	0	19,190,500
Governor's Recommendation	239.50	0	19,070,700	0	19,070,700
Benefit Costs					
<i>Provides \$900 per position, which equates to a 10.4% increase for employer-paid health insurance. Also, includes a 19% reduction in life and disability insurance rates from 1.1% to 0.9% of salary for eligible employees.</i>					
Agency Request	0.00	0	230,600	0	230,600
<i>The Governor recommends providing an increase of \$400 per FTP and making changes to the health insurance benefits contract to meet expected costs. Including the rescission to reduce health insurance benefit costs in FY 2009 by \$500 per FTP, employer costs per FTP for FY 2010 will be \$8,600.</i>					
Governor's Recommendation	0.00	0	110,800	0	110,800
Contract Inflation					
<i>Inflationary increases are calculated using the ongoing base for operating expenditures and trustee & benefit payments multiplied by an agency-specific inflation factor. The inflationary adjustment reflects an 8.6 % increase in total funds and the requested amount includes \$549,900 for contract inflation.</i>					
Agency Request	0.00	0	549,900	0	549,900
<i>The Governor recommends funding for contract inflation, including infrastructure maintenance costs at \$200,000; drivers license / ID card contract at \$160,000; automated drivers license testing system maintenance fees at \$75,000; county LanDesk/MS software maintenance contract at \$55,500; commercial vehicle scale operations contract at \$51,000; and AAMV Anet network charge increase at \$8,400.</i>					
Governor's Recommendation	0.00	0	549,900	0	549,900
Replacement Items					
<i>Requests for replacement equipment include: computers \$98,500, office equipment \$1,600; communications equipment \$16,400; equipment for county operations \$95,000; motorized equipment \$500; operating equipment \$2,700; and other equipment at \$65,800.</i>					
Agency Request	0.00	0	280,500	0	280,500
<i>The Governor recommends a 15% reduction in requested replacement capital and at the rest of the department. The \$41,700 savings are recommended in a line item increase for contract construction.</i>					
Governor's Recommendation	0.00	0	238,800	0	238,800
Statewide Cost Allocation					
<i>The request includes adjustments to recover the costs of services provided to state agencies which includes a reduction of \$14,000 for property and casualty insurance premiums.</i>					
Agency Request	0.00	0	(14,000)	0	(14,000)
Governor's Recommendation	0.00	0	(14,000)	0	(14,000)

Motor Vehicles

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Agencies were instructed to calculate a 3% salary increase in the appropriation request.					
Agency Request	0.00	0	323,200	0	323,200
<i>While increasing salaries of state workers continues to be a priority for the Governor, the current economic situation does not provide the funds to recommend an increase in FY 2010. When economic conditions improve, the Governor will once again seek to improve compensation for all state employees.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2010 Total					
Agency Request	239.50	0	20,560,700	0	20,560,700
Governor's Recommendation	239.50	0	19,956,200	0	19,956,200
Agency Request					
Change from Original App	0.00	0	968,400	0	968,400
% Change from Original App	0.0%		4.9%		4.9%
Governor's Recommendation					
Change from Original App	0.00	0	363,900	0	363,900
% Change from Original App	0.0%		1.9%		1.9%